IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

W.R. GRACE & COMPANY, et al¹,

Chapter 11

Debtors.

Case No. 01-01139(JKF) (Jointly Administered)

Objection Deadline:

MONTHLY FEE APPLICATION OF BAKER DONELSON BEARMAN CALDWELL & BERKOWITZ, P.C. AS A PROFESSIONAL EMPLOYED BY THE ESTATE FOR THE DEBTORS FOR THE MONTH OF AUGUST, 2009

SUMMARY SHEET

Name of Applicant:

Baker, Donelson, Bearman, Caldwell &

Berkowitz, P.C.

Authorized to provide professional services to:

W.R. Grace & Company, et al, Debtors and

Debtors-in-Possession, its Board of Directors,

and Counsel.

Date of Retention:

June 16, 2004, effective April 2, 2001

(Legislative Affairs Services).

Period for which compensation and reimbursement is sought:

August 1, 2009 – August 31, 2009.

The Debtors consist of the following 62 entities: W.R. Grade & Co. (f/k/a Grace Specialty Chemicals, Inc.). W.R. Grace & Co.-Conn, A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a/ Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc. Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/ka Grace Cocoa management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B ((Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G III Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W.R. Grace Capital Corporation, W.R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenni Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace IVH, Inc., Asbestos Management, Inc.), Monolity Enterprises Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation, MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, In.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country St

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Amount of Compensation sought as actual, reasonable and necessary:

Total:

Less holdback (at 20%):

\$20,000.00
\$4,000.00

Amount of Expense Reimbursement sought as actual, reasonable and necessary:

and necessary expenses incurred by Baker Donelson.

\$0.00

This is a __x monthly __interim __final application.

Pursuant to Motion filed by Debtors, Baker, Donelson, Bearman, Caldwell & Berkowitz,

P.C. ("Baker Donelson") was approved as a professional employed by the estate for the Debtors by

Order entered on June 16, 2004 nunc pro tunc to April 2, 2001. The Order authorizing employment

of Baker Donelson approved the services of Baker Donelson to advise the Debtors, their counsel and
their Board of Directors with respect to current, pending, and future legislative affairs; and such other
related services as the Debtors may deem necessary or desirable ("Legislative Affairs Services").

Compensation of Baker Donelson was approved on a flat rate in the amount of \$17,000.00 per month
for services rendered, plus reimbursement of actual and necessary expenses incurred by Baker

Donelson. The Court's Order entered March 15, 2005 (described below) increased the flat rate from
\$17,000.00 per month to \$20,000.00 per month for services rendered plus reimbursement of actual

This is the monthly application for compensation for services filed by Baker Donelson reflecting services rendered for the month of August, 2009. During the applicable time period, services were rendered to the Debtors by Keith Kennedy, Senior Public Policy Advisor of Baker Donelson (Legislative Affairs Services).

All work performed by Mr. Kennedy was in accordance with the Application and Orders approving the employment of Baker Donelson².

² Under Order Approving Employment of Baker Donelson, the firm is not to be compensated based on a hourly rate; therefore, a calculation of total fees by hour and category is not applicable. A description of services provided is attached in Exhibit B.

Attached as Exhibit A is the Verification of Keith Kennedy. Attached as Exhibit B is a monthly detail of the work performed by Baker Donelson on behalf of Debtors for Legislative Affairs Services.

CUMULATIVE EXPENSE SUMMARY(\$)

Expense Categories	Total Expenses for Period from August 1, 2009 – August 31, 2009	
Mobile/Cell Phone:	\$0.00	
Photo Reproduction Charge:	\$0.00	
Long Distance Charges:	\$0.00	
Shipping Expense (Federal Express)	\$0.00	
Computer Research:	\$0.00	
Travel Expenses:	\$0.00	
Meals on behalf of client:	\$0.00	

WHEREFORE, Baker Donelson respectfully requests:

(A) That allowance and payment be made to it as fully described above for (i) 80% of the amount of \$20,000.00 (\$16,000.00) for reasonable, necessary and professional services which Baker Donelson has rendered to the Debtors during the applicable period; and

(B) That this Court grant such further relief as is equitable and just.

Dated 2, 2009.

Respectfully submitted,

BAKER DONELSON BEARMAN CALDWELL & BERKOWITZ, PC

E. Franklin Childress, Jr.

165 Madison Ave., Suite 2000 Memphis, Tennessee 38103

Telephone: (901)526.2000

IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

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Chapter 11

Debtors.

Case No. 01-01139(JKF) (Jointly Administered)

VERIFICATION

Washington
District of Columbia

Keith Kennedy, after being duly sworn according to law, deposes and says:

- I am Senior Public Policy Advisor of Baker, Donelson, Bearman, Caldwell & Berkowitz, P.C.
- 2. I personally performed the work relating to the rendering of Legislative Affairs Services as set forth and described in the monthly detail for the month of August, 2009 attached as Exhibit B.
- 3. I reviewed the Application and the facts set forth therein are true and correct to the best of my knowledge, information and belief.

¹ The Debtors consist of the following 62 entities: W.R. Grade & Co. (f/k/a Grace Specialty Chemicals, Inc.). W.R. Grace & Co.-Conn, A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a/ Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc. Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd;, G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (fka Grace Cocoa management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B ((Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc, Grace H-G Il Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W.R. Grace Capital Corporation, W.R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homeo International, Inc., Kootenni Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolity Enterprises Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, In.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

I have reviewed the requirements of Local Rule 2016-2 and the Amended 4. Administrative Order under 11 U.S.C. §§ 105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members signed April 17, 2002 and submit that the Application substantially complies with such Rule and Order.

SWORN TO AND SUBSCRIBED before me this day of October, 2009.

Elizabeth Taylor My Commission Expires: No. 1979 Public, District of Columbia

M. Commission Expires 3/31/2012

IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:) Cha	apter 11
)	
W.R.GRACE & CO., et al. ¹) Cas	se No. 01-01139 (JKF)
) (Joi	intly Administered)
)	

FEE DETAIL FOR BAKER, DONELSON'S MONTHLY FEE AND EXPENSE APPLICATIONS
FOR THE PERIOD FROM AUGUST 1, 2009 – AUGUST 31, 2009
FOR LEGISLATIVE AFFAIRS SERVICES

¹ The Debtors consist of the following 62 entities: W.R. Grade & Co. (f/k/a Grace Specialty Chemicals, Inc.). W.R. Grace & Co.-Conn, A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a/ Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc. Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd;, G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (fka Grace Cocoa management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B ((Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc, Grace H-G Inc. II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W.R. Grace Capital Corporation, W.R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenni Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolity Enterprises Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, In.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Copr., Emerson & Cuming, Inc.), Sourhern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

AUGUST 2009 FEES FOR KEITH KENNEDY

Date	Hours	Description
8/5	2.0	Monitor Senate Finance Committee Health Care Bill and it's impact on Grace
8/11	2.0	Monitor Senate Finance Committee/Baucus Health Care bill negotiations
		that might have an impact on Libby, MT
8/13	1.0	Continue to monitor Senate Finance Committee/Baucus Health Care bill
		negotiations that might have an impact on Libby, MT
8/19	2.0	Continue to monitor Senate Finance Committee/Baucus Health Care bill
		negotiations that might have an impact on Libby, MT
8/25	2.0	Continue to monitor Senate Finance Committee/Baucus Health Care bill
		negotiations that might have an impact on Libby, MT

AUGUST 2009 EXPENSES FOR KEITH KENNEDY

There are no expenses for August.